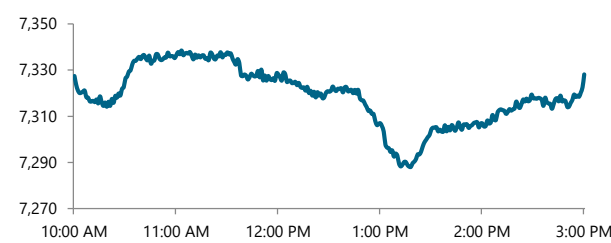


Daily Markets Overview

11 June 2020

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,328	0.0	1.7	-12.6	19.4
Saudi (NOMUC)	7,695	-5.9	-1.5	7.2	32.2
Energy	4,928	0.1	0.8	-9.5	21.5
Materials	4,557	0.2	1.8	-11.8	NA
Capital Goods	3,753	1.1	7.0	-13.4	25.5
Com. & Prof. Svc	3,679	-0.1	1.5	-22.9	14.5
Transportation	3,578	-0.4	2.9	-18.6	17.2
Cons. Durables & Apparel	3,235	-0.1	2.1	-7.7	NA
Consumer Services	3,259	0.9	3.3	-17.7	30.3
Media	7,454	0.8	5.3	-20.7	23.1
Retailing	6,387	0.3	1.5	-17.0	NA
Food & Staples Retailing	8,998	-1.2	-1.2	36.0	NA
Food & Beverages	5,266	1.1	3.3	21.0	44.2
Health Care Equipment	3,697	0.8	2.9	-0.9	25.2
Pharma, Biotech & Life Science	3,826	1.8	5.5	6.4	NA
Banks	6,590	-0.6	1.9	-18.7	12.8
Diversified Financials	3,024	0.1	3.4	-8.4	NA
Insurance	4,536	-0.2	1.7	0.5	42.9
Telecommunication	6,535	0.9	1.1	1.0	22.9
Utilities	3,516	0.0	-0.2	-20.1	NA
REITs	3,616	-0.4	-0.2	-13.9	19.7
Real Estate	2,474	0.1	0.3	-21.0	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Tabuk Agriculture Development Co.	17.90	8.6%	106
Ash-Sharqiyah Development Co.	71.00	6.0%	238
Dur Hospitality Co.	24.98	5.1%	35
Saudi Chemical Co.	22.30	4.3%	55
Umm Al-Qura Cement Co.	19.58	4.3%	85

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
Bawan	10-Jun	1Q20	15.2	1%	0.25	NA
Al-EtiHAD Insurance	10-Jun	1Q20	15.2	27%	0.38	NA
MEDGULF	10-Jun	1Q20	4.2	44%	0.05	NA
SAICO	10-Jun	1Q20	-12.3	-2144%	-0.41	NA
Allianz SF	10-Jun	1Q20	-15.6	-277%	-0.78	NA

Source: Tadawul

Saudi Market Update

- TASI closed flat to 7,328 while NOMUC declined 5.9% to 7,695 on Wednesday. TASI traded value totaled SAR 5.4bn and averaged SAR 5.2bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 21.3% of the daily traded value.
- MSCI Emerging Markets closed 0.3% higher on Wednesday, trading at P/E (TTM) of 16.4x vs. 19.4x for TASI.
- Banks declined 0.6%, while Materials gained 0.2%. Telecom closed 0.9% higher. Pharma, Biotech & Life Science (up 1.8%) was the best performing sector. Among stocks, Tabuk Agriculture Development Co. (6040/TAACO AB), Ash-Sharqiyah Development Co. (6060/ASACO AB), and Dur Hospitality Co. (4010/DUR AB), led the gainers.
- According to the Saudi Arabian Monetary Authority (SAMA), mortgage loans provided to retail and corporate clients by commercial banks in KSA saw an increase of 33% Y/Y to SAR 329.3bn (USD 87.7bn) in 1Q20. (Source: Argam)
- The General Authority for Statistics (GASTAT) revealed that KSA's Industrial Production Index (IPI) rose 7.04% Y/Y to 135.24 points in April 2020. The rise in index was driven by the mining and quarrying activity that surged 23% by the end of April, as the country increased oil production to 12 million barrels per day (mbpd) from 9.7 mbpd in March. (Source: Argam)
- Bawan Co. (1302/BAWAN AB) reported a marginal increase of 1% in net profit after Zakat and tax to SAR 15.2mn (USD 4.05mn) for 1Q20, from SAR 15mn (USD 4.0mn) a year earlier. The rise in net profit was driven by higher gross profit, revenue, and profit margins despite SAR 7.1mn (USD 1.9mn) losses on revaluation of investments in assets at fair value from Saudi Aramco's initial public offering (IPO). (Source: Argam)
- Saudi Industrial Export Co. (4140/SIECO AB) signed an agreement with Rabigh Refining and Petrochemical Co. (2380/PETROR AB) to buy the available quantities of sulphur. The three-year deal is valued at a minimum of SAR 5mn (USD 1.33mn). (Source: Argam)
- Saudi Cement Co. (3030/SACCO AB)'s BOD recommended a cash dividend of SAR 1.5 per share for 1H20, implying a full-year yield of 6.0%. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
MEFIC REIT Fund	6.14	-3.9%	25
Gulf General Cooperative Insurance Co.	11.20	-3.5%	9
SWICORP WABEL REIT FUND	6.20	-3.0%	6
Saudi Arabian Cooperative Insurance Co.	10.32	-2.8%	19
Al-Ahlia Insurance Co.	9.52	-2.8%	15

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	59.40	0.2%	446
Ash-Sharqiyah Development Co.	71.00	6.0%	238
EtiHAD Etisalat Co.	28.45	3.3%	159
Alinma Bank	15.04	0.1%	157
Dar Alarkan Real Estate Development Co.	7.28	-0.4%	153

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of June 10, 2020
(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

11 June 2020

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,125	0.0	4.2	-23.1	6.4
Abu Dhabi (ADX)	4,331	0.0	0.7	-14.7	13.5
Kuwait (KSE)	4,909	-0.9	0.9	-12.2	25.3
Qatar (QE)	9,186	-0.8	-0.7	-11.9	14.5
Oman (MSM)	3,525	0.0	0.2	-11.5	9.8
Bahrain (BSE)	1,283	0.1	0.7	-20.3	9.3
DJMENA Index	510	-0.5	1.1	-15.8	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,190	-0.5	-0.1	-1.3	22.1
US (NASDAQ 100)	10,020	0.7	2.1	11.7	40.6
UK (FTSE 100)	6,329	-0.1	-2.4	-16.1	22.3
Germany (DAX)	12,530	-0.7	-2.5	-5.4	24.6
France (CAC 40)	5,053	-0.8	-2.8	-15.5	20.1
Russia (MICEX)	2,785	-0.4	-0.3	-8.6	7.3
Japan (Nikkei)	23,125	0.1	1.1	-2.2	26.9
Hong Kong (HSI)	25,050	0.0	1.1	-11.1	10.9
South Korea (KOSPI)	2,196	0.3	0.6	-0.1	25.6
China (SHCOMP)	2,944	-0.4	0.4	-3.5	15.0
India (NIFTY)	10,116	0.7	-0.3	-16.9	20.7
Brazil (IBOV)	94,686	-2.1	0.1	-18.1	35.5
Turkey (BIST 100)	1,09,779	0.5	-0.2	-4.1	8.8
Egypt (EGX30)	10,934	-1.2	2.9	-21.7	9.5
MSCI Emerging Markets	1,013	0.3	1.0	-9.2	16.4
MSCI World	2,267	-0.3	0.0	-3.9	21.8

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	41.7	1.3	-1.3	-36.8	-33.0
Natural Gas (\$/mmbtu)	1.8	0.7	0.0	-18.7	-30.1
Gold (\$/oz)	1,739	1.4	3.2	14.6	31.0
Silver (\$/oz)	18.1	3.3	4.0	1.5	22.8
Platinum (\$/oz)	842	0.6	2.7	-12.9	3.2
Copper (\$/t)	5,885	2.3	3.4	-4.3	0.5
Zinc (\$/t)	2,011	0.2	-2.0	-11.8	-24.2
Lead (\$/mt)	1,737	0.6	-0.7	-9.7	-10.9
Wheat (\$/bu)	506	0.3	-1.7	-9.4	-7.8
Corn (\$/bu)	326	-0.4	-1.5	-15.9	-29.2
Sugar (\$/lb)	12.4	1.8	2.4	-7.7	-11.1

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.31	0.00	-1.59	0.00
Saudi Arabia	1.04	0.00	-1.19	0.73
UAE	0.69	-0.21	-1.52	0.38
Kuwait	1.69	0.00	-1.06	1.37
Qatar	1.26	0.03	-0.99	0.95
Bahrain	2.18	0.00	-0.48	1.87

Source: Reuters

GCC & Global Markets Update

- US markets ended mixed on Wednesday. S&P 500 declined 0.5%, while NASDAQ gained 0.7%. Dow Jones Industrial closed 1.0% lower. In Europe, UK decreased 0.1%. Germany and France declined 0.7% and 0.8%, respectively.
- Asian markets are trading mostly lower on Thursday. China is down 0.2%. Japan and South Korea are trading 2.6% and 1.4% lower, respectively. Hong Kong and India are down 1.0% and 0.2%, respectively, in the morning session.
- GCC markets ended mixed on Wednesday. Dubai and Abu Dhabi ended flat. Kuwait and Qatar closed 0.9% and 0.8% lower, respectively. Oman closed flat, while Bahrain was up 0.1%.
- According to the US EIA Petroleum status report, crude oil inventories were up 5.7mn barrels (prior: -2.1mn barrels) for the week ended June 5. (Source: *Trading Economics*)
- Export Bahrain, a key initiative of the national SME Development Board, revealed that it has facilitated over USD 32mn (SAR 120mn) worth of exports across more than 26 various product and service categories to over 32 markets worldwide in a span of 18 months. (Source: *Trade Arabia*)
- Dubai Islamic Bank (DIB) revealed that it has closed a USD 1.0bn (SAR 3.75bn) 5-year long Sukuk with a profit rate of 2.95% per annum, which is equivalent to 245bps over the equivalent tenor mid swap rate. (Source: *Trade Arabia*)
- The Central Bank of the UAE (CBUAE) has projected recovery of economic activity to commence in the second half of the year. CBUAE added that the first quarter economic activities witnessed mixed movements, with the UAE economy performing well during the first two months of 2020. (Source: *Zawya*)
- According to Kuwait's Central Statistical Bureau (CSB), inflation rate in Kuwait increased during April by 1.85% Y/Y. The Consumer Price Index (CPI) registered 113.3 points in April 2020, compared to 115.4 points in the corresponding month of 2019. (Source: *Decypha*)
- Fitch Ratings has maintained Ras Al Khaimah's Long-Term Foreign-Currency Issuer Default Rating at 'A' with a stable outlook. The rating reflects that the coronavirus (COVID-19) impact on the Emirate's fiscal position will not last, alongside its low government debt burden and high GDP per capita. (Source: *Decypha*)
- UAE's Union Coop has announced that 92% work has been completed on its Warqa'a City Mall project being developed at an investment of AED 215mn (SAR 5219mn) in Dubai. (Source: *Trade Arabia*)

Coming Up

- US jobless claims for the week ended June 6 (prior: 1.9mn) will be announced today. (Source: *Trading Economics*)
- Japan's Industrial Production for April 2020 (prior: -3.7% M/M, -5.2% Y/Y) will be announced on June 12. (Source: *Trading Economics*)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended June 12 (prior: 5.7mn barrels) will be announced on June 17. (Source: *Trading Economics*)

NOTES:

(1) Prices updated as of June 10, 2020(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate - Country 3M Rate

Daily Markets Overview

11 June 2020

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.

